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DEPARTMENT OF THE AIR FORCE
HEADQUARTERS UNITED STATES AIR FORCE
WASHINGTON 25, D. C.

DPD-4975-61
#799
REPLY TO:
Auditor General
Comptroller, USAF
Eastern District
Liaison Office
P.O. Box 8155
S.W. Station
Washington, D.C.

15 August 1961

STATINTL

SUBJECT: Report on Determination of Overhead Rates

[REDACTED]
Final Rate for Fiscal Year Ending 30 June 1961
Provisional Rate for Fiscal Year Ending 30 June 1962

TO : Contracting Officer

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1. Based upon a review of the subject Contractor's accounts and records, an overhead rate of [REDACTED] applicable to direct labor dollars is recommended by the Auditor for the period from 1 July 1960 through 30 June 1961.

2. Review procedures were carried out in accordance with generally accepted accounting principles and applicable Government regulations, and to the extent deemed appropriate in the circumstances.

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3. For the period from 1 July 1961 through 30 June 1962 the Contractor has proposed a provisional overhead rate of [REDACTED] to be used for interim billing purposes. The Auditor has reviewed the prospective indirect expenses and related direct labor to assure the propriety of this forecast, and this rate is recommended for favorable consideration by the Contracting Officer.

STATINTL

4. The Contractor's representative, [REDACTED] concurs in the above findings.

W. F. Edwards
W. F. EDWARDS
Audit Liaison Officer
Eastern District
Auditor General

[REDACTED]
PS-8037
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Proposals
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June 6, 1961

Dear John:

Plans for and work on the computer are rapidly getting into high gear. Ed, Chuck and Jay are spending a large part of their time on it. Chuck, by the way, has returned to the office following his bout with a ruptured disk. His absence was by no means entirely "lost" time. He devoted many of his recuperating hours to planning for the computer and Ed spent some time with him at his home and on the telephone. So, all told, it appears that progress is being made.

As you may know, the computer will be located in what is now our Library--directly across the pool from the Conference Room. The office on the far side of the building directly apposite the main entrance is being converted to a Library. Preparation of the above areas for use as indicated require expenditures totalling approximately broken down as follows:

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- (1) New Library: Installation of shelving, reinstallation of carpeting, etc.
- (2) Computer Room: (a) Installation of supplementary air conditioning
(b) Installation of raised floor
(c) Installation of electrical circuits, wiring, etc.
(d) Installation of louvres on window wall (similar to louvres on Conference Room window wall)

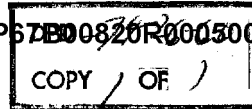
Total

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These expenditures will be charged against funds and will be capitalized. Please let me know if you have any questions.

Best regards,

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September 26, 1960

Dear Dan:

I cannot find a record of our having sent to you our financial statements for July. Accordingly I am enclosing

- a. Balance Sheet
- b. Statement of Administrative Expenses
- c. Statement of Reserve for Special Research
- d. Status of Project Costs

All of these are as of July 31, 1960.

Chick

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